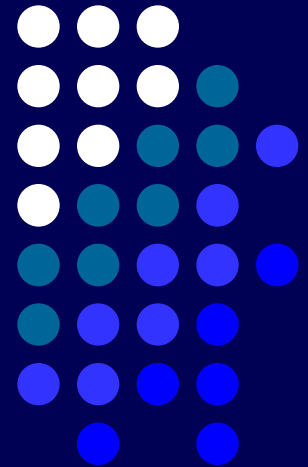
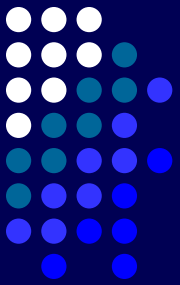


Arguments for Trade Restrictions



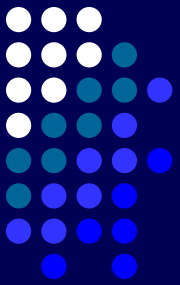


National Defense Argument

- - for defense reasons, the US should produce certain items we may not have comparative advantage in (aircraft, chemicals, weapons, etc)

Infant-Industry Argument

- - new industries can not compete with multi-national industries
- - trade should be restricted until they mature and can compete on the same level

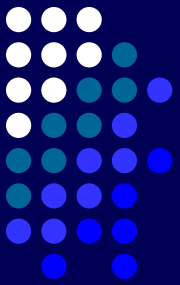


Anti-Dumping Argument

- free trade would allow countries to sell goods in other countries at a price that's lower than their cost to drive out business in the domestic country

Foreign-Export-Subsidies Argument

- similar to dumping, but the government helps companies sell their goods at a price lower than cost



Low-Foreign-Wages Argument

- Industrialized countries can't compete with other countries because they do not have the wage restrictions

Saving-Domestic-Jobs Argument

- because of some of these other reasons (low foreign wages, export subsidies) domestic producers will go out of business and those domestic jobs will be lost